

**AUTOMOTIVE RECYCLERS ENVIRONMENTAL
ASSOCIATION**

Financial Statements

June 30, 2011

AUTOMOTIVE RECYCLERS ENVIRONMENTAL ASSOCIATION

Statement of Financial Position

(Unaudited)

As at June 30

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Assets					
CURRENT					
Cash	\$48,080	\$69,209	\$38,729	\$8,532	\$8,068
Accounts Receivable	69,991	18,548	30,188	7,565	0
	<u>118,071</u>	<u>87,758</u>	<u>68,917</u>	<u>14,097</u>	<u>8,068</u>
LIABILITIES AND MEMBERS' (DEFICIENCY) SURPLUS-NET ASSETS					
CURRENT					
Accounts Payable and Accrued	\$60,184	\$24,458	\$20,625	\$2,629	\$6,150
Due to Government Agencies	5,681	2,191	1,437	368	0
Due to Automotive Retailers Association	0	0	17,667	17,667	17,667
Due to B-CAR Division of Automotive Retailers Association (Note 3)	35,902	35,902	38,235	34,376	38,235
	<u>101,767</u>	<u>62,550</u>	<u>77,964</u>	<u>55,040</u>	<u>62,052</u>
NET ASSETS					
General Fund	<u>16,304</u>	<u>25,208</u>	<u>-9,047</u>	<u>-40,943</u>	<u>-53,984</u>
	<u>\$118,071</u>	<u>\$87,758</u>	<u>\$68,917</u>	<u>\$14,097</u>	<u>\$8,068</u>

ON BEHALF OF THE BOARD

Director

Director

AUTOMOTIVE RECYCLERS ENVIRONMENTAL ASSOCIATION

Statement of Operations

(Unaudited)

Year Ended June 30

	2011	2010	2009	2008	2007
REVENUES					
Memberships	\$7,528	\$7,238	\$21,531	\$1,875	\$0
Inspection revenue	70,898	86,054	73,238	64,850	13,550
Training revenue	1,450	2,375	26,000	0	0
Contributions	0	0	0	0	0
Consulting	0	0	0	30,000	0
Other	6	9	0	0	0
	79,883	95,676	120,769	96,725	13,550
EXPENDITURES					
Inspection Fees	53,765	55,917	65,475	54,700	0
Level Playing Field Strategy	28,781	0	0	0	0
Consulting	50	1,039	19,723	25,000	9,010
Insurance	2,750	550	550	726	788
Interest and bank charges	113	194	5	0	0
Office	681	0	143	0	300
Professional fees	1,379	3,363	2,978	3,258	4,663
Bad Debt Expense	685	0	0	0	0
Other	583	358	0	0	0
	88,787	61,421	88,874	83,684	14,761
SURPLUS (DEFICIENCY OF REVENUES OVER EXPENDITURES)	-\$8,904	\$34,255	\$31,895	\$13,041	-\$1,211

AUTOMOTIVE RECYCLERS ENVIRONMENTAL ASSOCIATION**Statement of Changes in Net Assets****(Unaudited)****As at June 30**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
NET ASSETS SURPLUS (DEFICIENCY), Beginning of Year	\$25,208	-\$9,047	-\$40,943	-\$53,984	-\$52,773
Surplus (Deficiency) of revenues over expenditures	-8,904	34,255	31,896	13,041	-1,211
NET ASSETS SURPLUS (DEFICIENCY), End of Year	<u>\$16,304</u>	<u>\$25,208</u>	<u>-\$9,047</u>	<u>-\$40,943</u>	<u>-\$53,984</u>

AUTOMOTIV RECYCLERS ENVIRONMENTAL ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
(Unaudited)
FOR THE YEAR ENDED JUNE 30, 2011

NOTE 1 NATURE AND PURPOSE OF THE ORGANIZATION

The association is a non-profit organization incorporated under the Society Act of British Columbia. It was established to assist the BC Auto Recyclers' division of the Automotive Retailers' Association with their environmental program and to manage the program for all auto recyclers.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The financial statements have been prepared using the accrual method of accounting.

Revenue Recognition – The Association follows the deferral method of accounting for contributions. Unrestricted contributions generated from inspections and government funding is being recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Financial Instruments – The Association's financial instruments consist of accrued liabilities due to the BC Auto Recyclers' division of the Automotive Retailers' Association. The carrying values of these financial instruments approximates their values as at June 30, 2011. Unless otherwise noted, it is management's opinion that the Association is not exposed to significant interest, currency or credit risks arising from these financial instruments.

Statement of Cash Flows – A statement of cash flows has not been prepared because management is satisfied that the information is readily apparent in these financial statements.

NOTE 3 DUE TO BC AUTO RECYCLERS DIVISION OF THE AUTOMOTIVE RETAILERS' ASSOCIATION

This advance is non-interest bearing and has no specific terms of repayment.